

ARKANSAS FISCAL NOTES



VOLUME XIX No. 5

NOVEMBER 2005

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Department of Finance and Administration
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November 2005

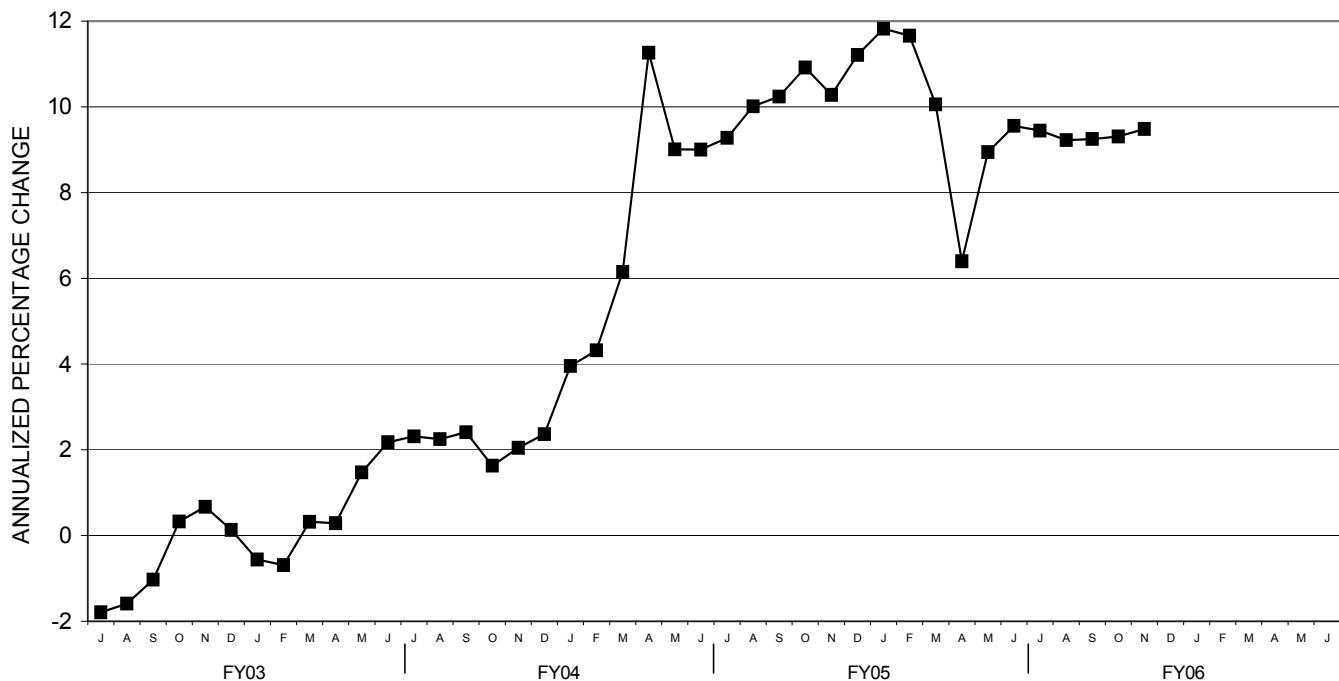
GENERAL REVENUE SUMMARY: November FY 2006

Year-to-Date Gross General Revenues totaled \$1,929.3 million, an increase of \$157.1 million or 8.9 percent above FY 05. With respect to the general revenue forecast of July 27, 2005, gross general revenues were \$70.7 million or 3.8 percent above forecast.

Year-to-Date Net Available Revenues totaled \$1,660.3 million, an increase of \$122.7 million or 8.0 percent above last year. Compared to the July 27, 2005 forecast, net available revenues were \$57.0 million or 3.6 percent above forecast.

Net General Revenue Growth. Net general revenues are defined as gross general revenues less individual and corporate income tax refunds. For the twelve-month period ending in November, net general revenues totaled \$4,547.9 million and increased at an annual rate of 9.5 percent. One year ago, the net general revenues increased by 10.3 percent.

ANNUALIZED RATE OF GROWTH IN
NET GENERAL REVENUES



Year-to-Date Individual Income Tax Collections totaled \$816.1 million, an increase of \$61.8 million or 8.2 percent above last year and \$23.9 million or 3.0 percent above forecast.

Year-to-Date Income Tax Refunds totaled \$46.3 million, an increase of \$8.7 million or 23.3 percent above last year and \$9.5 million or 25.7 percent above forecast.

Year-to-Date General Revenue Corporate Income Tax Collections totaled \$122.5 million, an increase of \$34.6 million or 39.3 percent above last year. Collections were \$19.4 million or 18.8 percent above forecast. This total includes a non-recurring payment due to a settlement of outstanding tax issues made in August 2005.

Year-to-Date Sales Tax Collections totaled \$706.7 million, an increase of \$33.5 million or 5.0 percent above last year. Sales tax collections were \$3.8 million or 0.5 percent below forecast.

Year-to-Date Use Tax Collections totaled \$147.1 million, an increase of \$21.9 million or 17.5 percent above last year and \$25.4 million or 20.9 percent above forecast.

Use tax collections are dominated by business spending. While equipment used directly in manufacturing is exempt from the sales and use tax, business expenditures on office equipment & furniture, office computers, construction equipment (e.g., earth-moving equipment), refrigeration units, mining equipment, vehicles, and fork-lifts bought or leased from out-of-state vendors are subject to the compensating use tax.

Combined General and Special Revenue Corporate Income Tax Collections. For the twelve-month period ending in November, general and special net corporate income taxes totaled \$310.6 million and increased at an annual rate of 40.9 percent. This includes a non-recurring payment due to a settlement of outstanding tax issues made in August 2005. One year ago, corporate income taxes increased at an annual rate of 22.3 percent.

November Gross General Revenues totaled \$352.8 million, an increase of \$18.1 million or 5.4 percent above FY 05. Gross general revenues were \$3.8 million or 1.1 percent above forecast.

November Net Available Revenues totaled \$296.5 million, an increase of \$15.0 million or 5.3 percent above last year. Compared to the July 27, 2005 forecast, net available revenues were \$0.7 million or 0.2 percent below forecast.

November Individual Income Tax Collections totaled \$142.5 million, an increase of \$0.9 million or 0.6 percent above last year but \$8.0 million or 5.3 percent below forecast.

November Income Tax Refunds totaled \$10.0 million, a decrease of \$1.9 million or 16.3 percent below last year but \$2.0 million or 25.3 percent above forecast.

November General Revenue Corporate Income Tax Collections totaled \$7.1 million, an increase of \$2.1 million or 41.0 percent above last year. Collections were \$2.7 million or 60.5 percent above forecast.

November Sales Tax Collections totaled \$134.1 million, an increase of \$6.5 million or 5.1 percent above last year. Sales tax collections were \$0.7 million or 0.5 percent above forecast.

November Use Tax Collections totaled \$30.8 million, an increase of \$6.8 million or 28.5 percent above last year and \$6.8 million or 28.5 percent above forecast.

SPECIAL REVENUES OF NOTE

Special Corporate Income Taxes. Each month \$1.6 million (\$18.8 million total in FY 2006) in corporate income tax collections goes to *special* revenues. These revenues are not included in *general* revenue totals. They are allocated to the WorkForce 2000 Fund, which provides for the upgrading of the post-secondary technical colleges of the state.

Medicaid Program Trust Fund (Soft Drink Tax). Year-to-date collections totaled \$19.6 million, \$1.3 million less than year-to-date collections in FY 2005.

Conservation Fund. The state *general* sales and use tax rate is 4.5%. Effective July 1, 1997, Act 156 of 1997, the Conservation Fund Act, levied a one-eighth of one-cent increase in the sales and use tax rate as a *special* revenue. After deductions, the remaining money is distributed to the Game Protection Fund (45%), the Department of Parks and Tourism (45%), Arkansas Department of Heritage (9%), and the Keep Arkansas Beautiful Fund (1%). Through November of FY 2006, \$23.7 million was collected. Through November of FY 2005, \$22.1 million was collected.

Property Tax Relief Trust Fund. Acts 1 and 2 of the Second Extraordinary Session of 2000 levied a 0.5% increase in the sales and use tax rate effective January 1, 2001. This increase is *special* revenue dedicated to reimbursing Arkansas counties for the cost of homestead property tax credits created by Amendment 79 to the Arkansas Constitution. Through November of FY 2006, \$95.0 million was collected compared to \$88.2 million in FY 2005.

Educational Adequacy Fund. Act 107 of the Second Extraordinary Session of 2003 increased the state sales and use tax rate from 5.125% to 6.0%, effective March 1, 2004. It also expanded the sales and use tax base to new services and increased the wholesale vending tax rate and decal fees, effective July 1, 2004. Act 94 increased the minimum corporate franchise tax and the tax rate, effective for calendar years beginning January 1, 2004. The additional revenues are deposited as *special* revenues to the Educational Adequacy Fund to be used to fulfill the financial obligations of the state to provide an adequate educational system. Through November of FY 2006, \$175.8 million was collected compared to \$161.9 million collected through November of FY 2005.

TABLE A: GENERAL REVENUES FOR MONTH OF NOVEMBER 2005

	ACTUAL NOVEMBER 2005	FORECAST NOVEMBER 2005	ACTUAL NOVEMBER 2004	CHANGE FROM:			
				FORECAST		LAST YEAR	
				\$	%	\$	%
INDIVIDUAL INCOME	\$142,490,647	\$150,500,000	\$141,583,960	(\$8,009,353)	(5.3)	\$906,686	0.6
CORPORATE INCOME	7,061,384	4,400,000	5,009,537	2,661,384	60.5	2,051,847	41.0
SALES	134,116,895	133,400,000	127,606,009	716,895	0.5	6,510,886	5.1
USE	30,836,904	24,000,000	24,000,496	6,836,904	28.5	6,836,408	28.5
ALCOHOLIC BEVERAGE	2,731,811	2,700,000	2,712,296	31,811	1.2	19,515	0.7
TOBACCO	11,712,617	10,700,000	10,723,482	1,012,617	9.5	989,135	9.2
INSURANCE PREMIUM	21,560,424	21,200,000	20,974,973	360,424	1.7	585,451	2.8
RACING	380,860	200,000	239,416	180,860	90.4	141,444	59.1
SEVERANCE	1,038,713	800,000	890,920	238,713	29.8	147,794	16.6
CORPORATE FRANCHISE	231,866	400,000	233,654	(168,134)	(42.0)	(1,787)	(0.8)
ESTATE	(178,514)	0	0	(178,514)	0.0	(178,514)	0.0
REAL ESTATE TRANSFER	0	0	0	0	0.0	0	0.0
MISCELLANEOUS	799,732	700,000	733,803	99,732	14.2	65,929	9.0
GROSS REVENUES	\$352,783,340	\$349,000,000	\$334,708,546	\$3,783,340	1.1	\$18,074,794	5.4
PLUS:							
PROPERTY TAX RELIEF TRUST FUN ACT 1022 (HSC)	0	0	0	0	0.0	0	0.0
	0	0	0	0	0.0	0	0.0
LESS:							
SCSF/COF	11,994,634	10,470,000	10,041,256	1,524,634	14.6	1,953,377	19.5
INDIVIDUAL REFUNDS	10,022,655	8,000,000	11,968,324	2,022,655	25.3	(1,945,669)	(16.3)
CORPORATE REFUNDS	3,385,641	1,800,000	1,840,186	1,585,641	88.1	1,545,455	84.0
CLAIMS	0	0	0	0	0.0	0	0.0
ECON DEVEL INCEN FUND	151,110	1,400,000	2,625,609	(1,248,890)	(89.2)	(2,474,500)	(94.2)
WTR/SWR/CLGE BONDS	1,591,632	1,000,000	1,536,839	591,632	59.2	54,793	3.6
MLA CITY/CO.	0	0	0	0	0.0	0	0.0
DESEG SETTLEMENT	4,900,000	4,900,000	2,700,000	0	0.0	2,200,000	81.5
EDUCATIONAL EXCELLENCE	22,113,758	22,100,000	20,491,747	13,758	0.1	1,622,011	7.9
ELDERLY TRANSPORTATION	190,341	200,000	172,094	(9,659)	(4.8)	18,248	10.6
EDUCATIONAL ADEQUACY	1,954,894	2,000,000	1,811,505	(45,106)	(2.3)	143,388	7.9
NET AVAILABLE	\$296,478,675	\$297,130,000	\$281,520,985	(\$651,325)	(0.2)	\$14,957,690	5.3

PREPARED BY THE OFFICE OF ECONOMIC ANALYSIS AND TAX RESEARCH, DF&A.
NET AVAILABLE ESTIMATE: JULY 27, 2005, (A + B).

TABLE B: YEAR-TO-DATE GENERAL REVENUES

	ACTUAL YTD NOVEMBER 2005	FORECAST YTD NOVEMBER 2005	ACTUAL YTD NOVEMBER 2004	CHANGE FROM:			
				FORECAST		LAST YEAR	
				\$	%	\$	%
INDIVIDUAL INCOME	\$816,106,610	\$792,200,000	\$754,257,134	\$23,906,610	3.0	\$61,849,476	8.2
CORPORATE INCOME	122,524,558	103,100,000	87,927,524	19,424,558	18.8	34,597,035	39.3
SALES	706,721,420	710,500,000	673,184,034	(3,778,580)	(0.5)	33,537,386	5.0
USE	147,145,416	121,700,000	125,255,519	25,445,416	20.9	21,889,897	17.5
ALCOHOLIC BEVERAGE	14,481,150	14,300,000	14,262,480	181,150	1.3	218,670	1.5
TOBACCO	60,592,437	58,300,000	58,361,346	2,292,437	3.9	2,231,091	3.8
INSURANCE PREMIUM	44,274,852	43,900,000	43,315,772	374,852	0.9	959,081	2.2
RACING	1,781,043	1,400,000	1,529,812	381,043	27.2	251,231	16.4
SEVERANCE	5,173,197	4,000,000	4,235,226	1,173,197	29.3	937,971	22.1
CORPORATE FRANCHISE	2,613,583	3,000,000	2,970,420	(386,417)	(12.9)	(356,837)	(12.0)
ESTATE	1,535,110	0	985,539	1,535,110	0.0	549,571	55.8
REAL ESTATE TRANSFER	2,607,551	2,600,000	2,603,333	7,551	0.3	4,217	0.2
MISCELLANEOUS	3,753,477	3,600,000	3,361,347	153,477	4.3	392,130	11.7
GROSS REVENUES	\$1,929,310,405	\$1,858,600,000	\$1,772,249,487	\$70,710,405	3.8	\$157,060,918	8.9
PLUS:							
PROPERTY TAX RELIEF TRUST FUN	0	0	0	0	0.0	0	0.0
ACT 1022 (HSC)	0	0	1,671,976	0	0.0	(1,671,976)	(100.0)
LESS:							
SCSF/COF	60,862,761	55,760,000	53,167,485	5,102,761	9.2	7,695,277	14.5
INDIVIDUAL REFUNDS	46,260,420	36,800,000	37,530,093	9,460,420	25.7	8,730,327	23.3
CORPORATE REFUNDS	8,555,372	4,900,000	4,914,989	3,655,372	74.6	3,640,382	74.1
CLAIMS	0	0	0	0	0.0	0	0.0
ECON DEVEL INCEN FUND	2,293,010	7,200,000	7,411,028	(4,906,990)	(68.2)	(5,118,018)	(69.1)
WTR/SWR/CLGE BONDS	1,591,632	1,000,000	3,243,839	591,632	59.2	(1,652,207)	(50.9)
MLA CITY/CO.	3,624,085	3,600,000	3,865,872	24,085	0.7	(241,787)	(6.3)
DESEG SETTLEMENT	24,500,000	24,500,000	13,700,000	0	0.0	10,800,000	78.8
EDUCATIONAL EXCELLENCE	110,569,908	110,500,000	102,458,395	69,908	0.1	8,111,514	7.9
ELDERLY TRANSPORTATION	950,583	1,000,000	926,437	(49,417)	(4.9)	24,145	2.6
EDUCATIONAL ADEQUACY	9,774,568	10,000,000	9,057,496	(225,432)	(2.3)	717,072	7.9
NET AVAILABLE	\$1,660,328,066	\$1,603,340,000	\$1,537,645,829	\$56,988,066	3.6	\$122,682,237	8.0

PREPARED BY THE OFFICE OF ECONOMIC ANALYSIS AND TAX RESEARCH, DF&A.
NET AVAILABLE ESTIMATE: JULY 27, 2005, (A + B).

TABLE C
OFFICIAL GENERAL REVENUE FORECAST
2005 - 2007 Biennium

Millions of Dollars	FY 05			07/27/05			FY 06			07/27/05			FY 07		
	Actual	Increase	% CH	Estimate	Increase	% CH	Estimate	Increase	% CH	Estimate	Increase	% CH	Estimate	Increase	% CH
INDIVIDUAL INCOME	2,167.8	195.7	9.9	2,190.3	22.5	1.0	2,298.9	108.6	5.0						
CORPORATE INCOME	298.8	60.7	25.5	306.7	7.9	2.6	318.3	11.6	3.8						
SALES TAX	1,647.5	88.3	5.7	1,716.4	68.9	4.2	1,792.0	75.6	4.4						
USE TAX	297.6	54.3	22.3	282.3	-15.3	-5.1	297.1	14.8	5.2						
ALCOHOLIC BEVERAGE	34.9	1.4	4.1	35.0	0.1	0.2	36.0	1.0	2.9						
TOBACCO	141.7	1.6	1.2	141.3	-0.4	-0.3	140.0	-1.3	-0.9						
INSURANCE	91.9	0.6	0.7	93.0	1.1	1.2	94.0	1.0	1.1						
RACING	4.6	0.3	8.2	4.4	-0.2	-3.4	4.4	0.0	0.0						
SEVERANCE	11.2	2.6	30.3	9.2	-2.0	-17.9	9.5	0.3	3.3						
CORPORATE FRANCHISE	7.7	-0.7	-8.4	8.0	0.3	4.2	8.0	0.0	0.0						
ESTATE	9.1	-4.9	-35.1	0.0	-9.1	-100.0	0.0	0.0	0.0						
REAL ESTATE TRANSFER	2.6	0.0	-0.1	2.6	0.0	-0.1	2.6	0.0	0.0						
MISCELLANEOUS	15.2	-3.9	-20.6	15.3	0.1	0.9	15.3	0.0	0.0						
TOTAL GROSS	4,730.6	396.0	9.1	4,804.5	73.9	1.6	5,016.1	211.6	4.4						
PLUS: ACT 1022 (2003) (HSC)	1.7	1.7	0.0	0.0	-1.7	-100.0	0.0	0.0	0.0						
FED FISCAL RELIEF	0.0	-25.0	-100.0	0.0	0.0	0.0	0.0	0.0	0.0						
PROP. TAX RELIEF TR. FUND	25.0	0.0	0.0	18.2	-6.9	-27.4	22.0	3.9	21.2						
REVENUE ALLOTMENT RESERV	0.0	0.0	0.0	0.0	0.0	0.0	34.0	34.0	0.0						
UNCLAIMED PROPERTY	0.0	-14.0	-100.0	0.0	0.0	0.0	0.0	0.0	0.0						
LESS: SCS/COF	141.6	4.5	3.3	144.1	2.6	1.8	150.5	6.3	4.4						
INDIVIDUAL REFUNDS	292.8	33.6	13.0	311.6	18.8	6.4	327.9	16.3	5.2						
CORP REFUNDS	34.6	-21.6	-38.4	35.0	0.4	1.0	38.0	3.0	8.6						
CLAIMS RESERVE	0.0	0.0	N.A.	10.0	10.0	N.A.	10.0	0.0	0.0						
ECON DEV INCENTIVE	11.2	1.0	9.3	17.4	6.2	54.9	19.1	1.7	9.8						
WATER/SWR BONDS	5.6	1.1	24.8	0.0	-5.6	-100.0	8.6	8.6	0.0						
COLL SVNGS BONDS	23.9	0.0	0.0	24.0	0.1	0.4	24.0	0.0	0.0						
MLA CITY/CO TOURIST	7.7	-1.0	-11.1	7.2	-0.5	-6.9	7.2	0.0	0.0						
EDUC EXCEL TRUST	245.9	12.0	5.1	265.4	19.5	7.9	272.8	7.4	2.8						
DESEGREGATION	32.8	-21.0	-39.1	58.7	25.9	79.0	60.4	1.7	2.9						
ELDERLY TRANSPORT	2.2	0.0	-1.1	2.2	0.0	-0.4	2.2	0.0	0.0						
EDUCATIONAL ADQCY	21.7	21.7	0.0	23.5	1.8	8.1	24.1	0.6	2.6						
ADD'L HSC TRANSFER	0.0	-9.8	-100.0	0.0	0.0	0.0	0.0	0.0	0.0						
NET AVAILABLE	3,937.1	338.3	9.4	3,923.5	-13.6	-0.3	4,127.3	203.8	5.2						
LESS: SURPLUS TO ALLOTMENT															
RESERVE FUND	-307.2			-98.4			-68.7								
NET AVAILABLE DISTRIBUTION	3,629.9	104.0	2.9	3,825.1	195.2	5.4	4,058.6	233.5	6.1						

GENERAL REVENUE HISTORY AND ECONOMIC ASSUMPTIONS

Millions of Dollars	FY-02			FY-03			FY-04		
	Actual	Increase	% CH	Actual	Increase	%CH	Actual	Increase	%CH
INDIVIDUAL INCOME TAX	1,790.4	-14.2	(0.8)	1,831.2	40.8	2.3	1,972.1	140.9	7.7
INDIVIDUAL REFUNDS	<u>278.4</u>	<u>29.2</u>	<u>11.7</u>	<u>300.6</u>	<u>22.2</u>	<u>8.0</u>	<u>259.2</u>	<u>(41.4)</u>	<u>(13.8)</u>
NET INDIVIDUAL INCOME	1,512.1	-43.4	(2.8)	1,530.6	18.6	1.2	1,712.9	182.3	11.9
CORPORATE INCOME	218.5	(16.0)	(6.8)	226.2	7.7	3.5	238.1	11.9	5.3
CORPORATE REFUNDS	<u>55.3</u>	<u>7.1</u>	<u>14.7</u>	<u>55.3</u>	<u>(0.0)</u>	<u>(0.0)</u>	<u>56.2</u>	<u>0.9</u>	<u>1.7</u>
NET CORPORATE INCOME	163.2	(23.1)	(12.4)	170.9	7.7	4.7	181.8	11.0	6.4
SALES TAX	1,452.4	4.7	0.3	1,486.7	34.3	2.4	1,559.2	72.5	4.9
USE TAX	<u>229.4</u>	<u>(0.7)</u>	<u>(0.3)</u>	<u>228.7</u>	<u>(0.6)</u>	<u>(0.3)</u>	<u>243.3</u>	<u>14.6</u>	<u>6.4</u>
NET ECONOMIC TAX REVENUE	3,357.0	(62.5)	(1.8)	3,416.9	59.9	1.8	3,697.3	280.4	8.2
OTHER TAX REVENUE	<u>252.7</u>	<u>(8.6)</u>	<u>(3.3)</u>	<u>270.3</u>	<u>17.5</u>	<u>6.9</u>	<u>321.8</u>	<u>51.6</u>	<u>19.1</u>
GROSS GENERAL REVENUES	3,943.4	(34.8)	(0.9)	4,043.0	99.6	2.5	4,334.5	291.5	7.2
PLUS: ACT 1022 (2003) (HSC)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
GEN IMPROVEMENT	0.0	0.0	0.0	17.3	17.3	0.0	0.0	(17.3)	(100.0)
FED FISCAL RELIEF	0.0	0.0	0.0	0.0	0.0	0.0	25.0	25.0	0.0
PROPERTY TAX RELIEF TRUST FUND	0.0	0.0	0.0	0.0	0.0	0.0	25.0	25.0	0.0
REVENUE ALLOTMENT RESERVE	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
UNCLAIMED PROPERTY	0.0	0.0	0.0	0.0	0.0	0.0	14.0	14.0	0.0
LESS: SCS/COF	117.9	(1.4)	(1.2)	138.0	20.1	17.0	137.1	(0.9)	(0.7)
INDIVIDUAL REFUNDS	278.4	29.2	11.7	300.6	22.2	8.0	259.2	(41.4)	(13.8)
CORPORATE REFUNDS	55.3	7.1	14.7	55.3	(0.0)	(0.0)	56.2	0.9	1.7
CLAIMS	0.0	0.0	N.A.	3.4	3.4	N.A.	0.0	(3.4)	N.A.
ECON DEVEL INCENTIVE FUND	8.5	3.8	81.9	10.9	2.3	27.3	10.3	(0.6)	(5.4)
WATER/SEWER BONDS	5.0	(0.6)	(9.9)	4.9	(0.1)	(1.8)	4.5	(0.4)	(8.1)
MLA CITY/CO TOURIST	8.2	(0.9)	(10.3)	8.1	(0.2)	(2.1)	8.7	0.6	8.0
DESEGREGATION SETTLEMENT	32.8	0.0	0.0	32.8	0.0	0.0	53.8	21.0	64.1
EDUC EXCEL TRUST FUND	228.8	4.9	2.2	229.4	0.6	0.3	233.9	4.5	2.0
ELDERLY TRANSPORTATION	2.2	(0.3)	(13.1)	2.3	0.1	4.8	2.2	(0.1)	(3.1)
COLL SVNGS BOND DEBT SRV.	23.9	(0.1)	(0.3)	23.9	0.0	0.0	23.9	(0.0)	(0.0)
EDUCATIONAL ADEQUACY	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
ADD'L HSC TRANSFER	0.0	0.0	0.0	0.0	0.0	0.0	9.8	9.8	0.0
ALLOTMENT RESERVE	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>72.9</u>	<u>72.9</u>	<u>0.0</u>
NET AVAILABLE DISTRIBUTION	3,182.4	(76.6)	(2.3)	3,250.8	68.4	2.1	3,526.0	275.2	8.5
ECONOMIC ASSUMPTIONS	FY 2002			FY 2003			FY 2004		
U.S. NOMINAL GDP (Billions \$)	10,307.5	335.0	3.4	10,745.6	438.1	4.3	11,379.4	633.8	5.9
U.S. GDP (2000\$ Chain-Weight)	9,957	81	0.8	10,181	224	2.2	10,634	453	4.4
U.S. GDP DEFLATOR (Chain-Wt, 2000=100)	103.3	2.1	2.1	105.1	1.8	1.7	107.1	2.0	1.9
U.S. CPI PRICE INDEX (1984=100)	178.2	3.1	1.8	182.1	4.0	2.2	186.1	3.9	2.2
OIL - WTI (\$ per barrel)	23.8	(6.3)	(21.0)	29.9	6.2	25.9	33.8	3.8	12.8
AR. NET GEN REV (Millions \$)	3,609.8	(71.1)	(1.9)	3,687.2	77.4	2.1	4,019.1	332.0	9.0
AR. NGR % of NON-FARM PERSONAL INCOME	5.742	(0.3)	(5.4)	5.714	(0.0)	(0.5)	6.014	0.3	5.3
AR. NON-FARM PERSONAL INCOME (M\$)	61,800	2,525	4.3	63,470	1,670	2.7	66,825	3,355	5.3
AR. W & S DISBURSEMENTS (M\$)	32,862	773	2.4	33,608	746	2.3	35,211	1,603	4.8
AR. NON-FARM PROPRI INC (M\$)	4,649.3	377.8	8.8	4,815.3	166.0	3.6	5,293.3	478.0	9.9
AR. DIVIDENDS, INTEREST, AND RENT (M\$)	10,591	(41)	(0.4)	10,202	(389)	(3.7)	10,439	237	2.3
AR. FARM INCOME (M\$)	1,070.8	(278.5)	(20.6)	1,061.0	(9.8)	(0.9)	1,768.5	707.5	66.7
AR. W & S EMPLOYMENT (Thousands)	1,148.1	(10.3)	(0.9)	1,144.4	(3.7)	(0.3)	1,151.0	6.6	0.6
AR. MFG. EMPLOYMENT (Thousands)	218.9	(16.5)	(7.0)	209.8	(9.1)	(4.1)	204.0	(5.8)	(2.8)
AR. PROF. & BUS. SERV. EMPLOYMENT (Thou.)	100.3	(2.1)	(2.1)	103.0	2.6	2.6	105.9	2.9	2.8
AR. POPULATION (Millions)	2.702	(2,687,197)	(100.0)	2.719	0	0.6	2.737	0	0.7
AR. PER CAPITA INCOME (\$)	23,268	709	3.1	23,733	465	2.0	25,059	1,326	5.6
AR. TAXABLE SALES (B\$)	37.37	0.1	0.2	38.12	0.7	2.0	40.06	1.9	5.1

**ECONOMIC ASSUMPTIONS AND THE
OFFICIAL GENERAL REVENUE FORECAST
2005-2007 BIENNIUM**

Millions of Dollars	FY-05			07/27/05 FY-06			07/27/05 FY-07		
	Actual	Increase	% CH	Estimate	Increase	% CH	Estimate	Increase	% CH
INDIVIDUAL INCOME TAX	2,167.8	195.7	9.9	2,190.3	22.5	1.0	2,298.9	108.6	5.0
INDIVIDUAL REFUNDS	<u>292.8</u>	<u>33.6</u>	<u>13.0</u>	<u>311.6</u>	<u>18.8</u>	<u>6.4</u>	<u>327.9</u>	<u>16.3</u>	<u>5.2</u>
NET INDIVIDUAL INCOME	1,875.1	162.1	9.5	1,878.7	3.6	0.2	1,971.0	92.3	4.9
CORPORATE INCOME	298.8	60.7	25.5	306.7	7.9	2.6	318.3	11.6	3.8
CORPORATE REFUNDS	<u>34.6</u>	<u>(21.6)</u>	<u>(38.4)</u>	<u>35.0</u>	<u>0.4</u>	<u>1.0</u>	<u>38.0</u>	<u>3.0</u>	<u>8.6</u>
NET CORPORATE INCOME	264.1	82.3	45.3	271.7	7.6	2.9	280.3	8.6	3.2
SALES TAX	1,647.5	88.3	5.7	1,716.4	68.9	4.2	1,792.0	75.6	4.4
USE TAX	<u>297.6</u>	<u>54.3</u>	<u>22.3</u>	<u>282.3</u>	<u>(15.3)</u>	<u>(5.1)</u>	<u>297.1</u>	<u>14.8</u>	<u>5.2</u>
NET ECONOMIC TAX REVENUE	4,084.4	387.0	10.5	4,149.1	64.7	1.6	4,340.4	191.3	4.6
OTHER TAX REVENUE	<u>318.8</u>	<u>(3.0)</u>	<u>(0.9)</u>	<u>308.8</u>	<u>(10.0)</u>	<u>(3.1)</u>	<u>309.8</u>	<u>1.0</u>	<u>0.3</u>
GROSS GENERAL REVENUES	4,730.6	396.0	9.1	4,804.5	73.9	1.6	5,016.1	211.6	4.4
PLUS: ACT 1022 (2003) (HSC)	1.7	1.7	0.0	0.0	(1.7)	(100.0)	0.0	0.0	0.0
GEN IMPROVEMENT	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
FED FISCAL RELIEF	0.0	(25.0)	(100.0)	0.0	0.0	0.0	0.0	0.0	0.0
PROPERTY TAX RELIEF TRUST FUND	25.0	0.0	0.0	18.2	(6.9)	(27.4)	22.0	3.9	21.2
REVENUE ALLOTMENT RESERVE	0.0	0.0	0.0	0.0	0.0	0.0	34.0	34.0	N.A.
UNCLAIMED PROPERTY	0.0	(14.0)	0.0	0.0	0.0	0.0	0.0	0.0	0.0
LESS: SCS/COF	141.6	4.5	3.3	144.1	2.6	1.8	150.5	6.3	4.4
INDIVIDUAL REFUNDS	292.8	33.6	13.0	311.6	18.8	6.4	327.9	16.3	5.2
CORPORATE REFUNDS	34.6	(21.6)	(38.4)	35.0	0.4	1.0	38.0	3.0	8.6
CLAIMS	0.0	0.0	N.A.	10.0	10.0	N.A.	10.0	0.0	0.0
ECON DEVEL INCENTIVE FUND	11.2	1.0	9.3	17.4	6.2	54.9	19.1	1.7	9.8
WATER/SEWER BONDS	5.6	1.1	24.8	0.0	(5.6)	(100.0)	8.6	8.6	N.A.
MLA CITY/CO TOURIST	7.7	(1.0)	(11.1)	7.2	(0.5)	(6.9)	7.2	0.0	0.0
DESEGREGATION SETTLEMENT	32.8	(21.0)	(39.1)	58.7	25.9	79.0	60.4	1.7	2.9
EDUC EXCEL TRUST FUND	245.9	12.0	5.1	265.4	19.5	7.9	272.8	7.4	2.8
ELDERLY TRANSPORTATION	2.2	(0.0)	(1.1)	2.2	(0.0)	(0.4)	2.2	0.0	0.0
COLL SVNGS BOND DEBT SRV.	23.9	0.0	0.0	24.0	0.1	0.4	24.0	0.0	0.0
EDUCATIONAL ADEQUACY	21.7	21.7	0.0	23.5	1.8	8.1	24.1	0.6	2.6
ADD'L HSC TRANSFER	0.0	(9.8)	(100.0)	0.0	0.0	0.0	0.0	0.0	0.0
ALLOTMENT RESERVE	<u>307.2</u>	<u>234.3</u>	<u>321.6</u>	<u>98.4</u>	<u>(208.8)</u>	<u>(68.0)</u>	<u>68.7</u>	<u>(29.7)</u>	<u>(30.2)</u>
NET AVAILABLE DISTRIBUTION	3,629.9	104.0	2.9	3,825.1	195.2	5.4	4,058.6	233.5	6.1
ECONOMIC ASSUMPTIONS	FY 2005 e			FY 2006 e			FY 2007 e		
U.S. NOMINAL GDP (Billions \$)	12,092.2	712.8	6.3	12,771.5	679.3	5.6	13,388.6	617.1	4.8
U.S. GDP (2000\$ Chain-Weight)	11,037	403.3	3.8	11,403	365.8	3.3	11,733	330.4	2.9
U.S. GDP DEFLATOR (Chain-Wt, 2000=100)	109.6	2.5	2.4	112.0	2.4	2.2	114.1	2.1	1.9
U.S. CPI PRICE INDEX (1984=100)	191.7	5.6	3.0	196.4	4.7	2.4	199.8	3.4	1.7
OIL - WTI (\$ per barrel)	48.1	14.4	42.6	50.0	1.8	3.8	46.9	(3.0)	(6.0)
AR. NET GEN REV (Millions \$)	4,403.2	384.0	9.6	4,457.9	54.7	1.2	4,650.2	192.3	4.3
AR. NGR % of NON-FARM PERSONAL INCOME	6.208	0.2	3.2	5.986	(0.2)	(3.6)	5.933	(0.1)	(0.9)
AR. NON-FARM PERSONAL INCOME (M\$)	70,927	4,102	6.1	74,473	3,546	5.0	78,383	3,910	5.3
AR. W & S DISBURSEMENTS (M\$)	37,254	2,043	5.8	39,117	1,863	5.0	41,170	2,054	5.3
AR. NON-FARM PROPR INC (M\$)	5,746.0	452.7	8.6	6,038.8	292.8	5.1	6,271.5	232.8	3.9
AR. DIVIDENDS, INTEREST, AND RENT (M\$)	11,100	661	6.3	11,988	889	8.0	12,706	718	6.0
AR. FARM INCOME (M\$)	2,022.0	253.5	14.3	2,019.0	(3.0)	(0.1)	1,967.8	(51.3)	(2.5)
AR. W & S EMPLOYMENT (Thousands)	1,167.0	16.0	1.4	1,183.0	16.0	1.4	1,194.0	11.0	0.9
AR. MFG. EMPLOYMENT (Thousands)	203.9	(0.1)	(0.1)	203.3	(0.6)	(0.3)	202.1	(1.2)	(0.6)
AR. PROF. & BUS. SERV. EMPLOYMENT (Thou.)	108.9	3.0	2.9	112.6	3.7	3.4	117.2	4.6	4.1
AR. POPULATION (Millions)	2,755	0.018	0.6	2,772	0.018	0.6	2,790	0.018	0.6
AR. PER CAPITA INCOME (\$)	26,480	1,422	5.7	27,741	1,261	4.8	28,981	1,239	4.5
AR. TAXABLE SALES (B\$)	43.23	3.2	7.9	44.42	1.2	2.8	46.42	2.0	4.5

ECONOMIC NOTES

Most Recent Estimate of GDP Growth

Gross Domestic Product is a measure of the nation's output of domestically produced goods and services. The Commerce Department's estimate of real GDP growth uses the chain-weighted measure instead of the fixed weighted measure used previously. The new calculation better reflects yearly price fluctuations.

Quarterly estimates of GDP are released on the following schedule: Advance estimates, based on preliminary and incomplete source data and BEA assumptions about the missing source data, are released in the first month after the end of the quarter. Preliminary and final estimates, which incorporate additional and revised source data, are released in the second and third months, respectively.

This month's estimates reflect revisions in the national income and product accounts (NIPAs) beginning with the first quarter of 2001. Revisions are usually made each July to incorporate source data that are more complete, more detailed, and otherwise more consistent than previously available.

The U.S. economy grew at a 4.3% annual rate in the third quarter of 2005 according to the Commerce Department's preliminary (second) estimate for GDP growth for the period. This represents an increase from the previous quarter's growth rate of 1.0%. Real GDP grew 4.2% in 2004, by comparison. Also, GDP grew by 2.7% in 2003, 1.6% in 2002, and 0.8% in 2001.

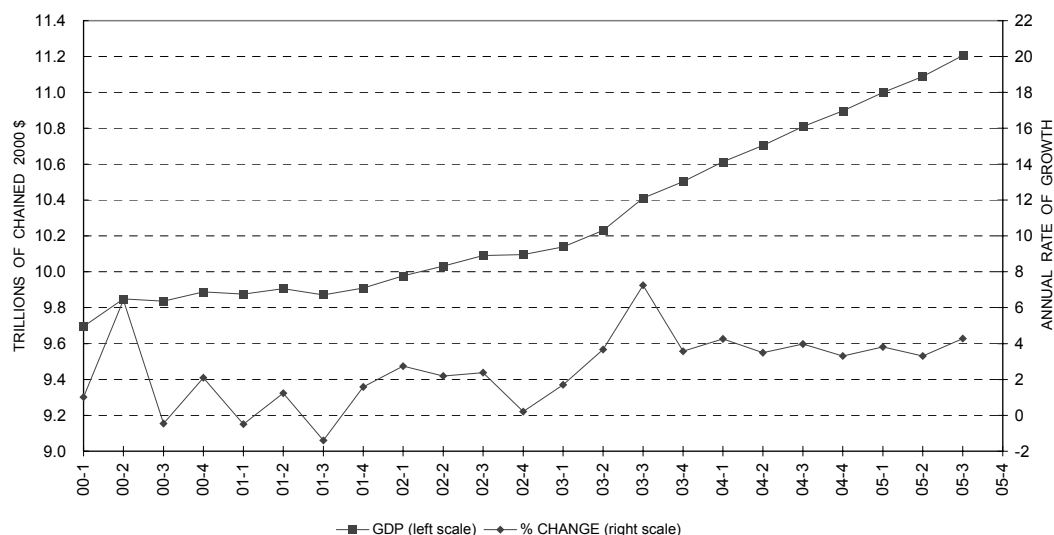
Among major GDP components, gross private investment rose 5.8% in response to a smaller decrease in private inventories. Residential fixed investment expanded by 8.4%, matched by an 8.8% gain in nonresidential fixed investment. Real growth derived from government consumption was mixed. Federal purchases led by defense spending registered 8.1% growth, while state and local purchases slowed to 0.4% growth during the quarter. Other GDP subcomponents with higher than average gains included information processing equipment (12.3%), industrial equipment (16.6%), and transportation equipment (12.4%).

Imports rebounded during the third quarter, after declining in the previous period as part of a short-term inventory correction. Exports slowed to 0.8% growth in the third quarter, after a robust 10.7% jump in the second quarter. The sharp change in growth was attributed to the Boeing strike on aircraft deliveries.

Quarterly estimates of GDP since the first quarter of 2000, and the annualized growth rates implied by these estimates, are displayed in the graph(s) below.

More detailed information about Gross Domestic Product may be found at the BEA's Web site at <www.bea.gov>.

REAL GROSS DOMESTIC PRODUCT, 2000-PRESENT



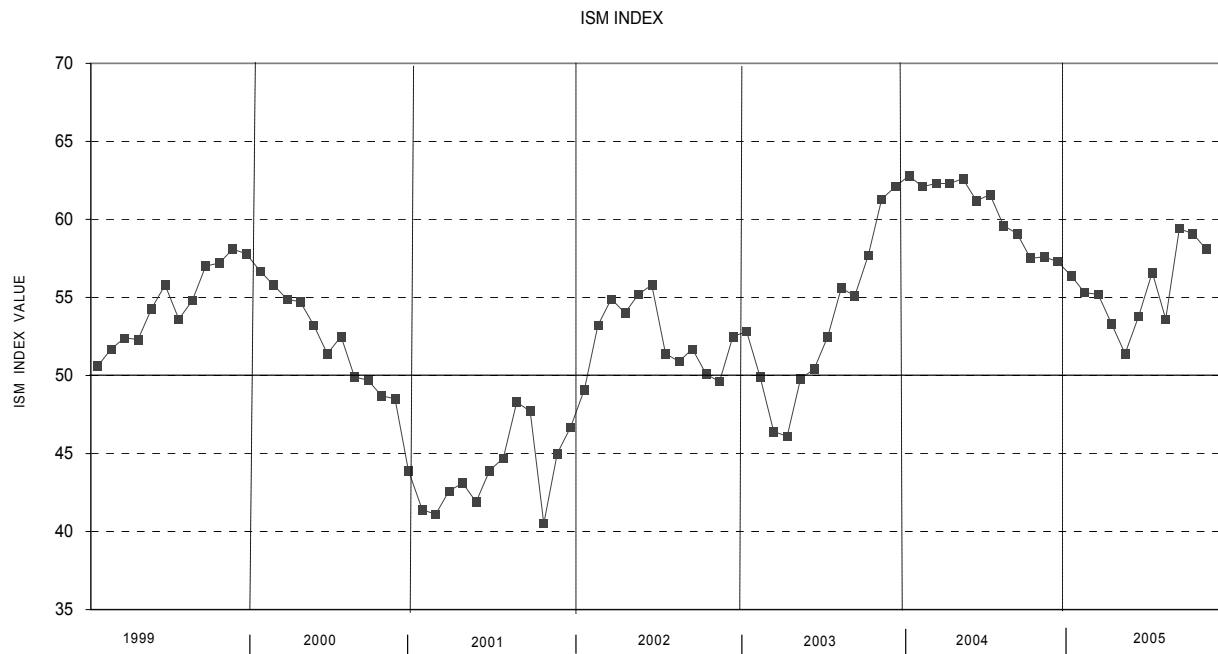
Institute for Supply Management's Purchasing Managers' Index (PMI)

The Institute for Supply Management reported that the Purchasing Managers' Index declined slightly in November to 58.1 from 59.1 percent, but indicated continued expansion in the manufacturing sector. "The manufacturing sector expanded in November based on the ISM data. The PMI again showed significant strength in manufacturing activity as the index indicates strong growth during the month. The New Orders and Production indexes continue to drive the sector. While energy costs and supply interruptions remain a concern, purchasers are satisfied in general with current business conditions," reported Norbert J. Ore, C.P.M., chair of the Institute for Supply Management's Manufacturing Business Survey Committee.

The 50 percent mark is generally interpreted as the dividing line between growth and contraction in the manufacturing sector. In the overall economy, an index in excess of 42.7 percent, over a period of time, indicates that the overall economy is expanding. According to the broader index, the overall economy grew for the 49th consecutive month in November.

The Purchasing Managers' Index is based on a survey of 300 purchasing officials in a variety of manufacturing industries and gauges improvement or decline in areas such as employment, production, inventory, and new orders. In contrast to the Conference Board's Leading and Coincident Indices, which monitor broad-based economic activity, the Purchasing Managers' Index is more narrowly focused on the manufacturing sector, a sector of particular importance to Arkansas.

The chart below tracks performance of the Purchasing Managers' Index since January 1999.



Labor Force Statistics, Arkansas and the U.S.

The U.S. Bureau of Labor Statistics reported that seasonally adjusted nonfarm employment in the nation grew by 215,000 in November to a level of 134.3 million. This followed two months of little growth, attributed in part to hurricane-related disruption. In November, manufacturing employment edged up 11,000 to a level of 14.27 million. Retail trade employment also edged up by 8,500. Construction employment rose significantly (+37,000), compared to recent quarterly changes. The major service-providing industries continued to add jobs, including Professional and Business Services (+29,000) and Education and Health Services (+36,000). A gain of 29,000 jobs was reported for Leisure and Hospitality, largely as a result of monthly rebound in food services. Government employment growth improved (+21,000) from a weak performance in October. Most of the gain in government employment came from state government (+7,000) and local government (+12,000).

The national unemployment rate was unchanged in November at 5.0%. The Bureau noted that its normal data collection procedures for the establishment survey were resumed in the Katrina-affected areas in November. Modifications to the usual estimation procedures had been instituted in September and October for low response rates in the severely impacted areas.

In Arkansas, the Department of Workforce Services reported that nonfarm employment rose 12,600 compared to year ago November estimates. Gains on a year ago basis were recorded in Retail Trade (+1,300), Professional and Business Services (+1,300), Leisure and Hospitality (+800), and Education and Health Services (+5,300). Construction employment rose 1,000 with most of the gain in Specialty Trade Contractors. Manufacturing employment fell by 3,700 as losses in a variety of durable and nondurable goods sectors outweighed gains in Transportation Equipment and Primary Metals.

The largest employment losses compared to year ago November levels occurred in Furniture and Related Products (-1,100), Paper and Printing (-600), and Miscellaneous Manufacturing (-300). On a percentage basis, the year ago losses were greatest in Furniture and Related Products (-14.3%) and Miscellaneous Manufacturing (-4.7%). Overall, the state's manufacturing sector has failed to record any net (annual) job gains since the end of the national recession in 2001.

The state's seasonally adjusted unemployment rate in November remained unchanged from October at 5.0% percent, confirming a return to pre-Katrina estimates. The current rate is down 0.4% from November 2004.

ARKANSAS NONFARM WAGE AND SALARY EMPLOYMENT, BY INDUSTRIAL SECTOR

TOTAL NONFARM WAGE AND SALARY EMPLOYMENT (1,000s)				CHANGE SINCE:			
	NOV 2005	OCT 2005	NOV 2004	LAST MONTH		LAST YEAR	
				N	%	N	%
TOTAL NONFARM WAGE AND SALARY EMPLOYMENT (1,000s)	1184.5	1183.1	1171.9	1.4	0.1	12.6	1.1
NATURAL RESOURCES/MINING	7.6	7.6	7.4	0.0	0.0	0.2	2.7
CONSTRUCTION	53.2	54.1	52.2	-0.9	-1.7	1.0	1.9
MANUFACTURING	200.7	201.4	204.4	-0.7	-0.3	-3.7	-1.8
DURABLE GOODS	105.5	106.1	108.2	-0.6	-0.6	-2.7	-2.5
NONDURABLE GOODS	95.2	95.3	96.2	-0.1	-0.1	-1.0	-1.0
FOOD & KIND. PRODS.	52.3	52.1	52.1	0.2	0.4	0.2	0.4
TRANSP. & UTILITIES	65.9	66.0	64.8	-0.1	-0.2	1.1	1.7
TRADE	182.0	179.4	180.3	2.6	1.4	1.7	0.9
INFORMATION	19.9	19.8	20.2	0.1	0.5	-0.3	-1.5
FIN./INS./REAL EST.	52.4	52.3	51.1	0.1	0.2	1.3	2.5
SERVICES	392.1	392.7	385.0	-0.6	-0.2	7.1	1.8
GOVERNMENT	210.7	209.8	206.5	0.9	0.4	4.2	2.0

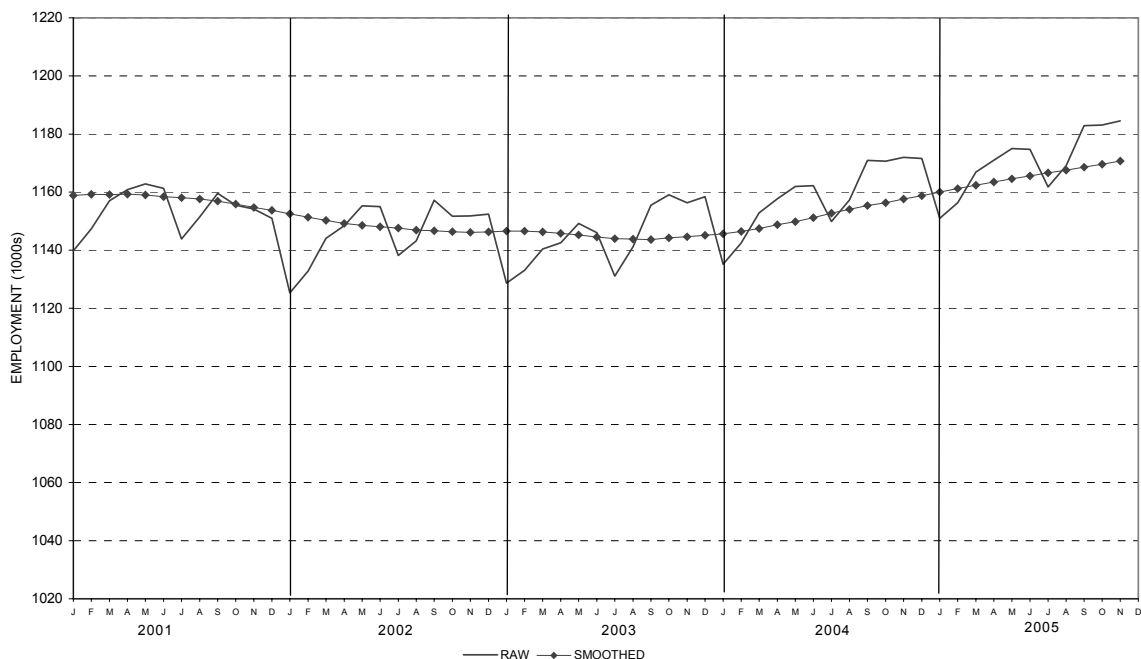
SOURCE: Arkansas Department of Workforce Services.

The graphs on the next page place Arkansas' employment growth patterns in a somewhat longer historical context. The upper graph shows the absolute level of nonfarm payroll employment in the state. The "raw" or unadjusted data show the seasonality of employment in the state, with sharp drops in employment occurring in January and July, while the "smoothed" data (12-month moving averages) reveal the underlying trends in employment.

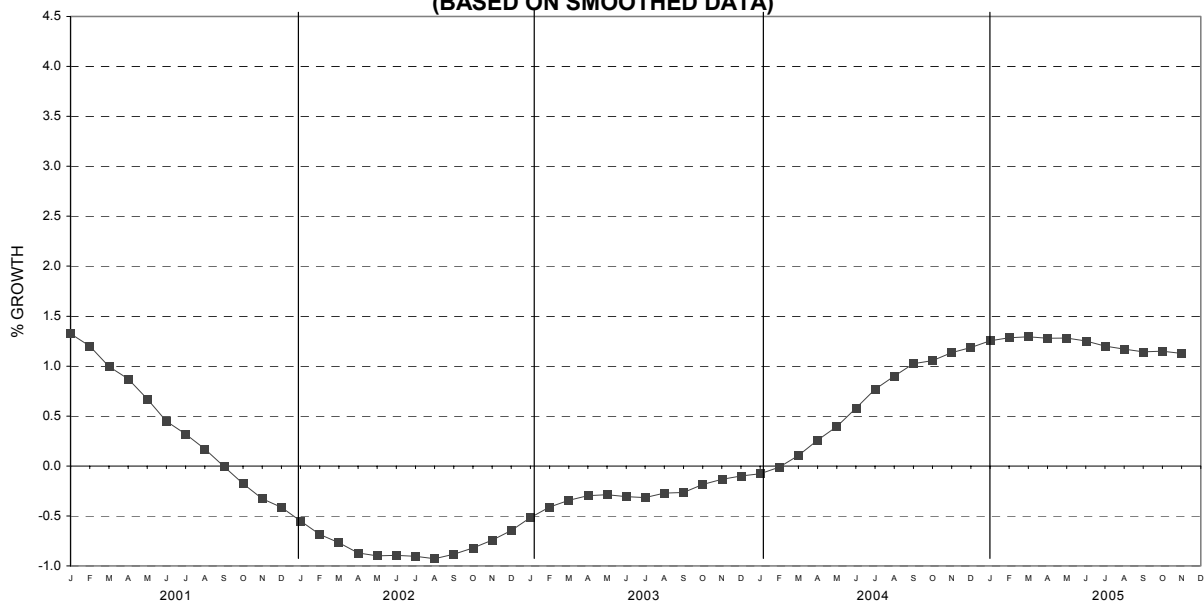
Underlying growth trends are portrayed even more clearly in the lower graph, which gives the percentage increase in employment over a 12-month period, based on the smoothed data shown above. After accounting for some seasonal factors, the annualized rate of employment growth in the state was 1.1 percent in November 2005.

The data in these two graphs reflect the benchmark revisions made by DWS and BLS in January 2005 to the employment data for 2003 and 2004.

ARKANSAS' NON-FARM PAYROLL EMPLOYMENT



ARKANSAS' 12-MONTH EMPLOYMENT GROWTH (BASED ON SMOOTHED DATA)



The table below places Arkansas' employment growth in comparative national perspective. For the 12-month period ending in November 2005, Arkansas' employment rate of growth of 1.1 percent ranked 34th in the nation. Over the same 12-month period, employment in the nation as a whole rose by 1.6 percent.

TOTAL NONAGRICULTURAL JOB GROWTH FOR THE U.S. AND STATES:
12 MONTHS ENDING NOVEMBER 2005 VS. 12 MONTHS ENDING NOVEMBER 2004

State	Rank November 2005	Percent Change	Rank November 2004	Thousands of Jobs		
				Job Growth	November 2005	November 2004
Nevada	1	6.4	1	73.0	1,219.4	1,146.3
Arizona	2	4.1	2	95.7	2,462.0	2,366.2
Utah	3	3.6	5	39.3	1,139.9	1,100.6
Idaho	4	3.4	7	19.9	605.5	585.6
Florida	5	3.4	3	250.3	7,730.8	7,480.5
Oregon	6	3.3	12	52.9	1,642.9	1,589.9
Hawaii	7	2.8	6	16.3	597.2	580.9
Wyoming	8	2.5	10	6.3	261.3	254.9
Washington	9	2.3	14	62.1	2,756.3	2,694.2
Colorado	10	2.2	28	46.8	2,221.7	2,174.9
Maryland	11	2.1	25	51.8	2,568.5	2,516.7
Montana	12	2.1	4	8.4	419.1	410.7
New Mexico	13	2.0	11	16.0	805.4	789.3
Delaware	14	2.0	9	8.5	431.8	423.2
New Hampshire	15	1.9	15	12.0	637.9	625.9
Oklahoma	16	1.8	40	26.3	1,494.8	1,468.4
Virginia	17	1.7	8	61.9	3,639.0	3,577.0
South Dakota	18	1.7	19	6.3	389.1	382.7
UNITED STATES		1.6		2,157.7	133,458.0	131,300.2
North Dakota	19	1.6	16	5.4	342.3	336.9
Alaska	20	1.6	13	4.8	308.3	303.5
California	21	1.6	35	229.1	14,749.8	14,520.7
Alabama	22	1.6	20	29.5	1,928.2	1,898.6
Vermont	23	1.6	18	4.7	307.5	302.8
Kansas	24	1.5	39	19.9	1,341.5	1,321.6
North Carolina	25	1.4	33	53.8	3,878.6	3,824.7
Minnesota	26	1.4	41	37.5	2,712.2	2,674.7
Nebraska	27	1.3	32	12.2	934.3	922.0
Texas	28	1.3	27	124.8	9,593.0	9,468.2
New Jersey	29	1.3	42	51.2	4,049.9	3,998.6
Indiana	30	1.2	24	35.3	2,961.9	2,926.6
Rhode Island	31	1.2	34	5.7	493.7	488.0
Connecticut	32	1.2	46	19.3	1,668.9	1,649.6
Iowa	33	1.2	29	16.7	1,471.8	1,455.0
Arkansas	34	1.1	22	13.0	1,170.6	1,157.6
Pennsylvania	35	1.1	43	63.2	5,699.0	5,635.8
Kentucky	36	1.1	38	19.5	1,814.5	1,795.0
West Virginia	37	1.0	23	7.1	742.9	735.7
Missouri	38	1.0	45	25.9	2,716.5	2,690.5
Tennessee	39	1.0	17	25.8	2,723.5	2,697.7
New York	40	0.9	44	75.7	8,517.6	8,441.9
Wisconsin	41	0.9	31	24.9	2,826.2	2,801.3
Georgia	42	0.9	26	33.7	3,920.2	3,886.5
Illinois	43	0.7	48	41.5	5,847.6	5,806.1
Maine	44	0.7	21	4.3	617.7	613.3
Massachusetts	45	0.7	49	21.7	3,200.5	3,178.7
South Carolina	46	0.4	30	7.8	1,833.9	1,826.1
Ohio	47	0.4	47	19.5	5,424.7	5,405.2
Mississippi	48	0.1	36	1.1	1,125.2	1,124.1
Michigan	49	-0.6	50	-27.5	4,366.0	4,393.6
Louisiana	50	-2.5	37	-47.1	1,872.8	1,919.9

SOURCE: Arizona State University's Economic Outlook Center and the U.S. Bureau of Labor Statistics

OFFICIAL FORECAST
April 20, 2005

OFFICIAL FORECAST OF GENERAL REVENUE AVAILABLE FOR DISTRIBUTION

FUND ACCOUNTS	FY05 MAY 4, 2004 FORECAST	FISCAL YEAR 2006					
		"A"	"B"	TOTAL ALLOCATIONS	FORECAST "A" + "B"	OVER / (UNDER) DIFFERENCE	
						FY05 FORECAST	OVER FY05
General Education	\$1,587,868,208	\$1,588,069,176	\$71,516,117	\$1,659,585,293	\$1,659,585,293	\$71,717,085	4.52%
State Library	2,000,000	2,000,000	1,000,000	3,000,000	3,000,000	1,000,000	50.00%
Workforce Education	22,943,729	22,460,056		22,460,056	22,460,056	(483,673)	(2.11%)
TOTAL - PUBLIC SCHOOL FUND	\$1,612,811,937	\$1,612,529,232	\$72,516,117	\$1,685,045,349	\$1,685,045,349	\$72,233,412	4.48%
GENERAL EDUCATION FUND							
Dept. of Education	\$11,841,192	\$13,036,267		\$13,036,267	\$13,036,267	\$1,195,075	10.09%
Educ. Facilities Partnership	0	0		0	0	0	#DIV/0!
Educational Television	4,365,547	4,699,936		4,699,936	4,699,936	334,389	7.66%
School for the Blind	4,851,356	5,033,762	75,000	5,108,762	5,108,762	257,406	5.31%
School for the Deaf	8,211,333	8,956,221	60,000	9,016,221	9,016,221	804,888	9.80%
State Library	2,942,127	3,097,534	7,000	3,104,534	3,104,534	162,407	5.52%
Dept. of Workforce Education	2,760,686	2,746,088		2,746,088	2,746,088	(14,598)	(0.53%)
Rehabilitation Services	12,056,201	12,361,615		12,361,615	12,361,615	305,414	2.53%
Subtotal - General Education	\$47,028,442	\$49,931,423	\$142,000	\$50,073,423	\$50,073,423	\$3,044,981	6.47%
Technical Institutes:							
Arkansas Valley TI	\$2,074,400			\$0	\$0	(\$2,074,400)	(100.00%)
Crowley's Ridge TI	2,169,741	2,350,033		2,350,033	2,350,033	180,292	8.31%
Northwest TI	2,514,789	2,710,486		2,710,486	2,710,486	195,697	7.78%
Riverside VTS	1,959,586	2,026,424		2,026,424	2,026,424	66,838	3.41%
Subtotal - Technical Inst.'s	\$8,718,516	\$7,086,943	\$0	\$7,086,943	\$7,086,943	(\$1,631,573)	(18.71%)
TOTAL GENERAL ED. FUND	\$55,746,958	\$57,018,366	\$142,000	\$57,160,366	\$57,160,366	\$1,413,408	2.54%
HUMAN SERVICES FUND							
DHS-Administration	\$13,526,819	\$13,789,740		\$13,789,740	\$13,789,740	\$262,921	1.94%
Aging and Adult Services	10,602,577	10,682,027	5,010,000	15,692,027	15,692,027	5,089,450	48.00%
Children & Family Services	39,569,687	40,097,643	500,000	40,597,643	40,597,643	1,027,956	2.60%
Child Care/Early Childhood Ed.	527,678	536,809		536,809	536,809	9,131	1.73%
Youth Services	43,782,428	43,944,990	4,083,216	48,028,206	48,028,206	4,245,778	9.70%
Devel. Disab. Services	50,229,849	50,834,371	5,000,000	55,834,371	55,834,371	5,604,522	11.16%
Medical Services	4,574,127	4,703,262		4,703,262	4,703,262	129,135	2.82%
DHS-Grants	551,561,101	551,561,101	15,494,672	567,055,773	567,055,773	15,494,672	2.81%
Mental Health Services	60,474,670	64,665,900	2,850,000	67,515,900	67,515,900	7,041,230	11.64%
Services for the Blind	1,770,435	1,800,158		1,800,158	1,800,158	29,723	1.68%
County Operations	39,291,910	40,551,619		40,551,619	40,551,619	1,259,709	3.21%
TOTAL HUMAN SERVICES FUND	\$815,911,281	\$823,167,620	\$32,937,888	\$856,105,508	\$856,105,508	\$40,194,227	4.93%

OFFICIAL FORECAST
April 20, 2005

OFFICIAL FORECAST OF GENERAL REVENUE AVAILABLE FOR DISTRIBUTION

FUND ACCOUNTS	FY05	FISCAL YEAR 2006					OVER / (UNDER) DIFFERENCE
	MAY 4, 2004	"A"	"B"	TOTAL	FORECAST	FY05	OVER
	FORECAST			ALLOCATIONS	"A" + "B"	FORECAST	FY05
STATE GENERAL GOV'T FUND							
Dept. of Ark. Heritage	\$4,691,305	\$4,997,979	\$158,658	\$5,156,637	\$5,156,637	\$465,332	9.92%
Dept. of Labor	2,340,542	2,508,515		2,508,515	2,508,515	167,973	7.18%
Dept. of Higher Education	2,860,148	3,030,502		3,030,502	3,030,502	170,354	5.96%
Dept. of H.E.-Grants	34,661,199	34,661,199		34,661,199	34,661,199	0	0.00%
Dept. of Economic Development	9,356,023	9,774,587		9,774,587	9,774,587	418,564	4.47%
Dept. of Correction	206,530,355	220,294,662	24,678,294	244,972,956	244,972,956	38,442,601	18.61%
Dept. of Community Correction	44,873,760	48,169,200	4,781,524	52,950,724	52,950,724	8,076,964	18.00%
Livestock & Poultry Commission	3,407,158	3,478,067		3,478,067	3,478,067	70,909	2.08%
State Military Department	7,797,534	8,324,302	186,632	8,510,934	8,510,934	713,400	9.15%
Dept. of Parks & Tourism	19,610,469	20,210,566		20,210,566	20,210,566	600,097	3.06%
Dept. of Environmental Quality	3,501,452	0		0	0	(3,501,452)	(100.00%)
Miscellaneous Agencies	43,528,817	48,575,933	3,991,552	52,567,485	52,567,485	9,038,668	20.76%
TOTAL STATE GENERAL GOV'T	\$383,158,762	\$404,025,512	\$33,796,660	\$437,822,172	\$437,822,172	\$54,663,410	14.27%
OTHER FUNDS							
County Aid	\$19,741,546	\$19,741,546		\$19,741,546	\$19,741,546	\$0	0.00%
County Jail Reimbursement	2,806,592	\$2,806,592	\$6,900,000	9,706,592	9,706,592	6,900,000	245.85%
Crime Information Center	3,393,959	3,393,959		3,393,959	3,393,959	0	0.00%
DFA - Child Support Enforcement	13,014,933	13,014,933		13,014,933	13,014,933	0	0.00%
Forestry Commission	5,644,742	6,781,656		6,781,656	6,781,656	1,136,914	20.14%
Merit Adjustment Fund	21,300,000	0		0	0	(21,300,000)	(100.00%)
Motor Vehicle Acquisition	942,513	0		0	0	(942,513)	(100.00%)
Municipal Aid	27,506,527	27,506,526		27,506,526	27,506,526	(1)	(0.00%)
Dept. of Health	52,717,340	51,224,961		51,224,961	51,224,961	(1,492,379)	(2.83%)
State Police	44,473,870	46,262,000	2,351,799	48,613,799	48,613,799	4,139,929	9.31%
Plant Board Fund	2,196,289	2,288,097		2,288,097	2,288,097	91,808	4.18%
TOTAL OTHER FUNDS	\$193,738,311	\$173,020,270	\$9,251,799	\$182,272,069	\$182,272,069	(\$11,466,242)	(5.92%)
INST'S OF HIGHER EDUCATION							
Arkansas State University	\$48,730,695	\$49,692,177	\$921,709	\$50,613,886	\$50,613,886	\$1,883,191	3.86%
Arkansas Tech University	20,545,785	23,072,918	3,823,263	26,896,181	26,896,181	6,350,396	30.91%
Henderson State University	16,222,962	16,534,852	224,568	16,759,420	16,759,420	536,458	3.31%
Southern Arkansas University	13,145,462	13,384,600	227,819	13,612,419	13,612,419	466,957	3.55%
UA - Fayetteville	94,817,524	96,600,481	2,802,605	99,403,086	99,403,086	4,585,562	4.84%
UA - Archeological Survey	1,755,014	1,797,004	53,963	1,850,967	1,850,967	95,953	5.47%
UA - Agriculture	50,632,050	52,093,897	1,482,149	53,576,046	53,576,046	2,943,996	5.81%
UA - Clinton School	0	0	1,978,812	1,978,812	1,978,812	1,978,812	#DIV/0!
UA - Criminal Justice Institute	1,587,148	1,614,664	23,110	1,637,774	1,637,774	50,626	3.19%
UA - Ft. Smith	15,587,140	15,925,067	946,928	16,871,995	16,871,995	1,284,855	8.24%
UA-Little Rock	48,622,550	49,641,945	1,308,572	50,950,517	50,950,517	2,327,967	4.79%
UA-Medical Sciences	69,320,879	70,605,626	3,770,019	74,375,645	74,375,645	5,054,766	7.29%
UAMS - Indigent Care	4,934,707	4,934,707	148,041	5,082,748	5,082,748	148,041	3.00%
UA-Monticello	13,054,878	13,324,553	329,940	13,654,493	13,654,493	599,615	4.59%
UA-Pine Bluff	22,558,107	23,004,352	156,282	23,160,634	23,160,634	602,527	2.67%
University of Central Arkansas	39,168,657	39,901,875	1,111,941	41,013,816	41,013,816	1,845,159	4.71%
Sub-Total Four Year	\$460,683,558	\$472,128,718	\$19,309,721	\$491,438,439	\$491,438,439	\$30,754,881	6.68%

OFFICIAL FORECAST
April 20, 2005

OFFICIAL FORECAST OF GENERAL REVENUE AVAILABLE FOR DISTRIBUTION

FUND ACCOUNTS	FY05	FISCAL YEAR 2006					
	MAY 4, 2004	"A"	"B"	TOTAL	FORECAST	OVER / (UNDER)	DIFFERENCE
	FORECAST			ALLOCATIONS	"A" + "B"	FY05 FORECAST	OVER FY05
INST'S OF HIGHER EDUCATION CONTINUED:							
Two Year Institutions:							
Arkansas Northeastern College	\$7,314,919	\$7,757,585	\$182,404	\$7,939,989	\$7,939,989	\$625,070	8.55%
Arkansas State University - Beebe	9,306,390	\$9,814,526	1,093,179	10,907,705	10,907,705	\$1,601,315	17.21%
Arkansas State Univ.-Mountain Home	2,366,796	2,694,276	140,680	2,834,956	2,834,956	468,160	19.78%
Arkansas State University - Newport	2,050,323	2,302,128	362,112	2,664,240	2,664,240	613,917	29.94%
Cossatot Cmty. College of the UA	2,245,065	2,583,570	109,593	2,693,163	2,693,163	448,098	19.96%
East Arkansas Cmty. College	4,994,759	5,316,556		5,316,556	5,316,556	321,797	6.44%
Mid-South Cmty. College	2,536,399	2,972,976	253,002	3,225,978	3,225,978	689,579	27.19%
National Park Cmty. College	7,267,530	7,713,972	359,826	8,073,798	8,073,798	806,268	11.09%
North Arkansas College	6,659,532	7,150,182	67,907	7,218,089	7,218,089	558,557	8.39%
NorthWest Arkansas Cmty. College	5,823,788	6,566,188	355,553	6,921,741	6,921,741	1,097,953	18.85%
Phillips Cmty. College of the UA	7,635,269	8,171,976	33,076	8,205,052	8,205,052	569,783	7.46%
Rich Mountain Cmty. College	2,605,870	2,785,988	20,107	2,806,095	2,806,095	200,225	7.68%
Southern Ark. University - Tech	5,858,484	4,735,604	83,676	4,819,280	4,819,280	(1,039,204)	(17.74%)
SAU - Tech - Envir. Control Center	0	252,258	65,439	317,697	317,697	317,697	#DIV/0!
SAU - Tech - Fire Training Academy	0	1,164,097	13,674	1,177,771	1,177,771	1,177,771	#DIV/0!
South Arkansas Cmty. College	5,028,984	5,405,546	42,932	5,448,478	5,448,478	419,494	8.34%
U of A - Cmty. College at Batesville	2,747,147	3,097,964	153,897	3,251,861	3,251,861	504,714	18.37%
U of A - Cmty. College at Hope	3,462,943	3,933,002	67,216	4,000,218	4,000,218	537,275	15.51%
U of A - Cmty. College at Morrilton	3,239,560	3,679,075	169,310	3,848,385	3,848,385	608,825	18.79%
Two-Year College Model Formula	7,683,765			0	0	(7,683,765)	(100.00%)
Sub-Total Two Year	\$88,827,523	\$88,097,469	\$3,573,583	\$91,671,052	\$91,671,052	\$2,843,529	3.20%
Technical Colleges:							
Black River	\$4,410,588	\$4,991,922	\$168,780	\$5,160,702	\$5,160,702	\$750,114	17.01%
Ouachita	2,394,144	2,711,474	233,593	2,945,067	2,945,067	550,923	23.01%
Ozarka	2,052,535	2,364,710	83,490	2,448,200	2,448,200	395,665	19.28%
Pulaski	6,316,028	7,616,315	701,472	8,317,787	8,317,787	2,001,759	31.69%
Southeast Arkansas College	3,874,179	4,457,603	208,692	4,666,295	4,666,295	792,116	20.45%
Sub-Total Technical Colleges	\$19,047,474	\$22,142,024	\$1,396,027	\$23,538,051	\$23,538,051	\$4,490,577	23.58%
TOTAL INST'S OF HIGHER ED.	\$568,558,555	\$582,368,211	\$24,279,331	\$606,647,542	\$606,647,542	\$38,088,987	6.70%
GRAND TOTAL	\$3,629,925,804	\$3,652,129,211	\$172,923,795	\$3,825,053,006	\$3,825,053,006	\$195,127,202	5.38%

Prepared by DFA-Office of Budget 4.20.2005

**EDUCATIONAL EXCELLENCE TRUST FUND
OFFICIAL FORECAST
FISCAL YEAR 2006**

FUND ACCOUNT	FY06 ORIGINAL FORECAST	FY06 REVISED FORECAST	DIFFERENCE
DEPT. OF EDUCATION PUBLIC SCHOOL FUND:	<u>\$174,212,346</u>	<u>\$178,219,241</u>	<u>\$4,006,895</u>
WORKFORCE EDUCATION PUBLIC SCHOOL FUND:	<u>\$10,648,301</u>	<u>\$10,893,213</u>	<u>\$244,912</u>
DEPARTMENT OF EDUCATION FUND ACCOUNT:	<u>\$853,492</u>	<u>\$873,122</u>	<u>\$19,630</u>
DEPARTMENT OF WORKFORCE EDUCATION FUND:	<u>\$3,195,762</u>	<u>\$3,269,265</u>	<u>\$73,503</u>
HIGHER EDUCATION GRANTS FUND ACCT:	<u>\$11,746,577</u>	<u>\$12,016,749</u>	<u>\$270,172</u>
SCHOOL FOR MATH, SCIENCE AND ARTS FUND:	<u>\$6,356,003</u>	<u>\$6,502,191</u>	<u>\$146,188</u>
INSTITUTIONS OF HIGHER EDUCATION:			
Four Year Institutions:			
Arkansas State University	\$5,367,424	\$5,490,876	\$123,452
Arkansas Tech University	1,799,197	1,840,579	41,382
Henderson State University	1,861,184	1,903,992	42,808
Southern Arkansas University	1,100,373	1,125,682	25,309
UA - Fayetteville	13,319,012	13,625,350	306,338
UA - Little Rock	4,726,490	4,835,200	108,710
UA Medical Center	8,138,089	8,325,266	187,177
UAMS - Indigent Care	202,507	207,165	4,658
UA - Monticello	949,657	971,499	21,842
UA - Pine Bluff	1,648,584	1,686,501	37,917
University of Central Arkansas	4,096,133	4,190,343	94,210
Two Year Institutions:			
Arkansas Northeastern College	641,948	656,713	14,765
ASU - Beebe	1,280,568	1,310,021	29,453
East Arkansas Community College	670,153	685,567	15,414
National Park Community College	1,002,308	1,025,361	23,053
North Arkansas College	395,785	404,888	9,103
Northwest Arkansas Community College	885,782	906,155	20,373
Phillips Community College - U of A	652,638	667,649	15,011
Rich Mountain Community College	176,896	180,965	4,069
SAU - Tech	287,296	293,904	6,608
South Arkansas Community College	458,337	468,878	10,541
UA - Fort Smith	2,727,158	2,789,883	62,725
TOTAL INSTITUTIONS OF HIGHER EDUCATION	\$ 52,387,519	\$ 53,592,435	\$ 1,204,916
GRAND TOTAL	\$ 259,400,000	\$ 265,366,217	\$ 5,966,217

September 2, 2005
DFA-Office of Budget

FINANCIAL INFORMATION SOURCES STATE OF ARKANSAS

FINANCIAL ORGANIZATIONS AND MANAGEMENT

The following state organizations share responsibility for statewide financial management: The General Assembly, the Office of the Budget and the Office of Accounting of the Department of Finance and Administration, the Governor, the Treasurer, and the Division of Legislative Audit.

The General Assembly has responsibility for legislating the level of state services and appropriating the funds for operations of state agencies. The Office of Budget prepares the Executive Budget with the advice and consent of the Governor. The Office of Budget also monitors the level and type of state expenditures. The Accounting Division has the responsibility for maintaining fund and appropriation control and, through the Pre-audit Section and in conjunction with the State Treasurer, has responsibility for the disbursement process. The Treasurer has responsibility for disbursement, bank reconciliation, and investment of state funds (with the advice of the State Board of Finance). The Division of Legislative Audit has responsibility for performing financial post-audits of state agencies.

BUDGET AND APPROPRIATION PROCESS

State agencies submit biennial budget requests to the Office of Budget of the Department of Finance and Administration. The Office of Budget prepares the Executive Budget based on estimates of general revenues as prepared by the Office of Economic Analysis and Tax Research of DFA. The Executive Budget contains the budget amount recommended by the Governor.

The General Assembly appropriates money after consideration of both the Executive Budget and the revenue estimate. The appropriation process begins in the joint House-Senate Budget Committee and then proceeds through both houses of the General Assembly. Legislative appropriations are subject to the Governor's approval or veto, including the authority of line-item veto.

The General Assembly also must amend the Revenue Stabilization Act to provide for an allotment process of funding appropriations in order to comply with state law prohibiting deficit spending. The Governor may restrict spending below the level of appropriations.

REVENUE STABILIZATION LAW

Act 750 of 1973, as amended, established the State's Revenue Stabilization Law. This law and related legislation govern the administration and distribution of State revenues.

Pursuant to the Stabilization Law, all general and special revenues are deposited into the General Revenue Allotment Account and the Special Revenue Allotment Account according to the type of revenue being deposited. From the General Revenues Fund, 3% of all general revenues are first distributed to the Constitutional Officers Fund and the Central Services Fund to provide support for the States' elected

officials and their staffs and the Department of Finance and Administration.

The balance is then distributed to separate funds proportionately as established by the Stabilization Law. From the Special Revenue Fund, 3% of all special revenues collected by DFA and 1.5% of all special revenues collected by other agencies are first distributed to provide support for the State's elected officials, their staffs, and DFA. The balance is then distributed to the funds for which the special revenues were collected.

Special revenues, which are primarily user taxes, are generally earmarked for the program or agency providing the related services.

General revenues are transformed into funds established and maintained by the Treasurer for major programs and agencies of the state in accordance with fund priorities established by the General Assembly.

According to the Stabilization Law, the General Assembly establishes three levels of priority for general revenue spending, levels "A", "B", and "C". Successive levels of appropriations are funded only in the event sufficient revenues have been generated to fully fund any prior level. Accordingly, appropriations made to programs and agencies are only maximum authorizations to spend. Actual expenditures are limited to the lesser of (1) moneys flowing into a program or agencies' fund maintained by the Treasurer or (2) the maximum appropriation by the General Assembly.

Because state revenues are not collected throughout the year in a pattern consistent with program and agency expenditures, a budget revolving fund, which receives interest earnings for State fund investments, has been established and is utilized to assure proper cash flow during any period.

For more detailed information, please see:

- State of Arkansas, Biennial Budget, prepared by the Office of Budget, DFA.
- Annual Financial Report, prepared by the Office of Accounting, DFA.
- State of Arkansas, Biennial Report, prepared by the Treasurer of the State.
- Arkansas Legislative Tax Handbook, prepared by the Arkansas Legislative Council.
- Selected Statistical Financial Data for Arkansas (referred to as the A & B Books), prepared by the Arkansas Legislative Council.

**DEPARTMENT OF FINANCE & ADMINISTRATION
DIVISION OF REVENUE**

P.O. Box 1272
Little Rock, AR 72203
(501) 682-7000

Commissioner of Revenue Tim Leathers
Assistant Commissioner for Operations & Administration Preston Means
Assistant Commissioner for Policy & Legal John Theis

Taxpayer Assistance Office 682-7751
Office of Motor Vehicle 682-4630
Office of Excise Tax Administration 682-7200
Office of Income Tax Administration 682-1130

Arkansas State Revenue Tax Quarterly, a quarterly newsletter, is published by the Revenue Division. For more information, contact the Taxpayer Assistance Office.

The Department of Finance and Administration has a home page on the World Wide Web. The page contains several tax forms and useful information. The address is <http://www.accessarkansas.org/dfa/>. In addition, the Office of Economic Analysis and Tax Research posts this publication, *Arkansas Fiscal Notes*, on the DFA web site. The address is http://www.accessarkansas.org/dfa/budget/budget_revenue_budgets.html.

**STATEMENT OF GROSS TAX COLLECTIONS
GENERAL, SPECIAL, AND TRUST REVENUES**

The statement of gross tax collections on the following pages reports only general and special revenues collected by the Revenue Division of the Department of Finance and Administration. Insurance premium taxes are collected by the Insurance Department and the corporate franchise tax by the Office of Secretary of State. The revenues from these two taxes are reported in Tables A and B. In addition to these two offices, general revenues are also collected by other offices, agencies, and commissions, such as the State Auditor, State Securities Board, et al., and are summarized under "Miscellaneous" collections in Tables A and B. A detailed listing of these revenue sources can be found in the *Arkansas Revenue Report* published monthly by the Bureau of Legislative Research, Office of Tax and Economic Policy (tel # 682-1937).

Additionally, the "Gross Receipts" reported on this statement includes sales tax, use tax, beverage excise tax, 10% mixed drink tax, and the gross receipts tax permit.

November 2005

**DEPARTMENT OF FINANCE & ADMINISTRATION
REVENUE DIVISION
LITTLE ROCK, ARKANSAS
STATEMENT OF GROSS TAX COLLECTIONS**

Page 1 of 5
C1L003
(ON FISCAL YEAR BASIS)

Special Revenues		Nov 2005	Nov 2004	5 Months 2005	5 Months 2004
101	Auto License Fees:	6,315,810.98	6,020,794.89	39,712,824.61	40,403,648.21
102	Auto Title Transfer	258,160.00	251,992.00	1,536,996.32	1,529,508.00
103	Auto Intransit Fees:	15.00	6.00	48.00	54.00
104	Drive Out License:	2,210.00	1,666.00	10,650.00	8,386.00
105	Mtr.Vehicle Trip Permits:	30,228.00	45,210.00	135,465.00	138,864.00
106	Transfer Building Fund:	.00	.00	.00	.00
107	Drivers Test Fee 782 Of 91:	46,145.00	39,274.84	282,555.44	272,812.32
108	Commerical Driver License Fund Act 241:	52,296.08	45,796.11	292,366.75	278,728.28
109	Boat Registration:	37,870.70	29,079.05	418,809.25	301,828.70
110	Cotton Trailer Reg. Act 68 Of 92:	1,220.00	1,220.00	54,727.00	42,511.00
111	Commerical Driver License Test Act 241/198:	52,765.01	43,078.02	350,178.54	235,645.01
112	Commerical Driver License Test Act 241/1989:	140,513.47	124,578.83	688,881.23	635,928.16
113	Special Driver Fees:	56,672.75	55,305.05	343,123.10	317,542.29
114	Driver Search Fees:	711,881.53	655,997.17	3,550,947.77	3,302,843.84
115	Breast Cancer/Komen Plate 1004/03	5,525.00	4,275.00	30,500.00	22,700.00
116	DWI Act 918/1983 (Alc & Drug):	.00	.00	.00	.00
117	Alternative Fuel Fund Act 121/03	.00	.00	.00	109.94
118	Add Court Cost (Alc Drug 1/2):	.00	.00	.00	.00
119	Add'l Court Cost Act #185:	.00	.00	.00	.00
120	Crime Victims Reparation:	.00	.00	.00	.00
121	Motor Fuel Tax:	34,199,700.31	8,072,328.72	172,451,473.49	146,066,604.67
122	Motor Fuel Act #445:	1,737,664.11	410,834.63	8,942,093.29	7,548,227.14
123	Motor Fuel Act #437:	1,737,664.11	410,834.63	8,942,093.29	7,548,227.14
124	Public School Act 201/39	.00	.00	30,000.00	30,000.00

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Special Revenues		Nov 2005	Nov 2004	5 Months 2005	5 Months 2004
125	Severance Tax 1/4:	321,568.62	262,838.61	1,564,277.28	1,238,719.38
126	Severance Act #310:	2,658.52	2,247.52	13,016.03	13,497.69
127	Severance Act #759 of 1979:	6,942.15	2,839.74	24,978.96	24,135.24
128	Timber Severance:	374,916.61	355,909.06	1,880,413.71	1,737,707.40
129	Add'l Severance/Coal Act #560:	.00	.00	.00	.00
130	Add'l Severance Act #761:	148,996.59	129,617.64	737,086.47	652,358.94
131	Add'l Severance/Brine Act #874:	15,619.84	6,389.42	56,202.67	54,304.31
132	SoyBean State Act #259:	129,484.38	218,863.62	354,995.93	509,930.37
133	Wheat Promotion:	788.20	3,866.07	76,116.97	263,401.92
134	Rice Promotion:	934,514.67	681,796.20	3,826,831.77	3,379,943.23
135	Real Estate Transfer Act #754:	.00	.00	60,000.00	60,000.00
136	Real Estate Transfer Act #754:	115,549.07	95,417.64	615,994.62	474,117.52
137	Real Estate Transfer Act #729-80%	1,848,812.60	1,526,705.53	10,816,077.33	8,546,013.25
138	Real Estate Transfer Act #729-10%:	231,101.57	190,838.21	1,352,009.74	1,068,251.84
139	Real Estate Transfer Act 729-10%:	231,101.57	190,838.21	1,352,009.74	1,068,251.84
140	Beef Council State:	48,094.50	56,336.81	226,773.50	223,604.48
141	Wine Tax Act #906:	1,559.08	623.03	4,026.25	3,922.97
142	Chooselife ADP 344/03	.00	4,189.50	.00	18,840.50
143	Sales Tax Aviation Act #449:	366,635.10	335,119.71	2,202,728.44	1,680,059.26
144	Rental Car Search 1359/99	102.00	68.00	512.00	299.00
145	Dog Racing Act #382:	.00	.00	.00	.00
146	ABC Application Fees Act #675:	120.00	355.00	1,510.00	4,947.50
147	DWI Reinstatement Act 802/95:	11,700.50	11,586.75	63,403.90	66,933.30
148	Vision Test/Photo ID	125,355.19	121,496.48	703,297.80	713,687.38

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Special Revenues		Nov 2005	Nov 2004	5 Months 2005	5 Months 2004
149	Beef Council-National:	48,094.50	56,336.81	226,773.50	223,604.52
150	Brucellosis Control Fund:	67,559.00	83,647.86	366,462.00	365,469.34
151	DWI Additional Act 631/316 Of 91:	.00	.00	.00	.00
152	Waste Tire Fee #749 Of 91:	312,596.07	341,141.77	1,918,103.84	1,944,239.31
153	Swine Testing #1105 Of 91:	3.00	70.00	58.00	444.00
154	DWI Reinstatement #802/95:	55,159.50	54,623.25	298,904.10	315,542.70
155	Rural Health Act 210/39	5,290.00	6,895.00	115,760.00	122,110.00
156	Severance Tax #761 Of 83:	.00	.00	.00	.00
157	SoyBean Act #340/91-Nation:	129,484.38	218,863.58	354,995.73	509,930.12
158	Choose Life Plate	.00	85.50	.00	384.50
159	Motor Fuel Interstate User:	1,034,717.78	892,868.49	6,704,591.38	5,431,774.27
160	Midsouth Community College 1488/01	1,993.30	3,116.76	10,704.58	18,958.59
161	Sales Tax Per Fees Act #620/93:	28,050.00	40,850.00	188,100.00	289,365.80
162	MV Validate Decal Act #974/97:	164,217.00	171,906.00	1,035,707.00	1,035,009.00
163	Liab Insurance Reinstatement #357/93:	980.00	1,740.00	5,380.00	9,120.00
164	ASP Ins Prem 1500/01	210,392.20	216,030.65	1,187,341.62	1,292,503.13
165	Vin Inspection 1329/03	550.00	900.00	4,325.00	8,425.00
166	DUI Reinstatement Act #863/93:	411.00	1,418.00	4,444.00	6,650.00
167	Weatherization Asst. Act. 121/03	.00	.00	.00	256.50
168	Waste Tire Fee PCE Act #1292/97:	27,182.27	29,663.65	166,791.64	167,294.56
169	Catfish Promo Board Act #790/99:	4,320.56	1,933.67	35,496.39	127,093.87
170	Game Protect Fund Act #1566/99:	32,935.00	35,100.00	209,985.00	202,975.00
171	Property Tax Relief Act #1492/99:	18,401,601.40	16,673,510.94	95,001,650.01	88,165,697.24
172	Special Plate Fee 93 Session:	81,969.00	85,906.00	506,124.00	490,828.00

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Special Revenues	Nov 2005	Nov 2004	5 Months 2005	5 Months 2004
173 Installment Fee Act #1262/95:	.00	.00	.00	.00
174 PUBLIC SCHOOL FACILITY 70/04	.00	68,380.99	.00	694,936.59
175 Conservation Fund Act #156/97:	4,606,725.98	4,174,709.21	23,747,838.70	22,124,001.86
176 Avia Aeronautics Act #924/97:	90,783.11	9,605.53	1,152,620.67	844,550.79
177 Ar Corn/Sorghm Brd Act #271/97:	9,960.75	29,616.15	148,545.97	226,158.09
178 Administration Just Fund Act #788/97:	1,039,941.49	858,759.01	3,476,164.05	2,199,272.13
179 DIS Waste Tire Fee Act #1292/97:	55,104.75	53,141.10	304,761.90	314,141.25
180 Insurance Act #991/97:	.00	.00	.00	.00
181 Aging & Adult Svcs Act 1698/01	83,426.80	77,149.11	419,847.23	405,307.79
182 DHS Grant Fund Act 1698/01	.00	77,149.11	.00	405,307.79
183 Breast Cancer Research 1698/01	95,607.12	75,552.92	481,144.94	396,922.11
184 Breast Cancer Control 1698/01	340,703.57	302,211.67	1,714,598.21	1,587,688.52
185 General Improve Fund 1681/01	.00	442,471.31	.00	4,363,366.32
186 Driver Confirmation Act 1810/01	.00	29.60	.10	150.70
187 AR School For Deaf Act 1556/01	.00	.00	5.00	2.50
188 AR School for Blind Act 1556/01	.00	.00	5.00	2.50
189 Duplicate Drivers License	276,385.24	227,982.55	1,522,502.13	1,276,264.74
190 Educ/Adeq. 108/03	32,133,723.15	29,039,825.33	166,023,516.18	152,818,982.59
191 Firefighters Memorial Fund 28/05	312.00	.00	2,091.00	.00
192 In God We Trust Plate 727/05	.00	.00	.00	.00
193 AR RX FUND	41,713.41	.00	209,923.64	.00
194 Ar Prostate	13,906.39	.00	69,984.19	.00
195 U of A Medical Sciences-Adjustment	141,121.00	.00	749,954.03	.00
196 Public School-Adjustment	98,551.24	.00	505,253.40	.00

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DEPARTMENT OF FINANCE & ADMINISTRATION
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(ON FISCAL YEAR BASIS)

Special Revenues

	<u>Nov 2005</u>	<u>Nov 2004</u>	<u>5 Months 2005</u>	<u>5 Months 2004</u>
197 DHS Grants Fund-Adjustment	754,346.76	.00	4,013,643.11	.00
	<hr/>	<hr/>	<hr/>	<hr/>
Total Special Revenues	\$ 110,691,781.53	\$ 74,763,405.21	\$ 576,590,093.43	\$ 518,871,827.74

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General Revenues		Nov 2005	Nov 2004	5 Months 2005	5 Months 2004
201	Cigarette Tax:	10,145,257.84	9,119,478.69	52,489,654.43	49,901,183.68
202	Tobacco Permits Act 1337/97:	14,393.55	18,675.14	93,207.05	101,220.14
203	Cigar & Tobacco Tax:	1,518,133.77	1,551,265.13	7,944,641.90	8,210,990.72
204	Cigarette Paper Tax:	34,832.04	34,083.04	189,484.38	188,488.98
205	Beer Tax:	985,892.00	933,243.61	5,471,033.56	5,401,164.53
206	Beer Enforcement Act #271:	32,854.58	31,100.08	182,320.68	179,992.31
207	Liquor Tax:	504,359.04	657,030.29	2,634,171.45	2,833,755.83
208	Liquor Enforcement:	17,474.07	21,593.63	88,100.74	91,342.92
209	Wine Tax \$.70 Per Gallon:	21,827.13	8,722.32	77,629.01	59,290.15
210	Wine Enforcement:	3,529.48	3,237.14	17,422.77	16,935.34
211	Wine Enforcement Act #271:	629.01	247.41	2,175.30	2,014.47
212	Wine Enforcement Act #424:	75.99	69.59	464.22	437.72
213	Imported Wine Tax:	147,981.23	129,820.85	729,168.94	731,007.67
214	Imported Wine Tax Act #424:	859.28	805.86	5,313.19	5,195.17
215	Beer Permits:	7,395.00	8,045.00	91,695.00	106,980.00
216	Liquor Permits:	18,295.00	10,455.00	188,135.00	237,655.00
217	Wine Permits:	625.00	1,360.00	6,666.00	9,373.50
218	Severance Tax 3/4:	964,706.09	788,515.47	4,692,832.13	3,716,157.47
219	Amusement Machine Tax:	.00	.00	.00	.00
220		.00	.00	.00	.00
221		.00	.00	.00	.00
222	Real Estate Transfer Act #754:	.00	.00	2,607,788.32	2,607,788.32
223	Aviation Use Act #924/97:	.00	.00	.00	.00
224		.00	.00	.00	.00

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General Revenues		Nov 2005	Nov 2004	5 Months 2005	5 Months 2004
225	Gross Receipts:	168,632,838.44	152,659,898.24	871,574,486.51	806,215,177.33
226	Estate Tax:	32,986.48	.00	1,795,043.20	985,539.22
227	Income-Individual:	4,333,995.28	3,913,363.31	44,326,049.68	38,966,902.92
228		.00	.00	.00	.00
229	WithHolding Monthly:	136,291,159.53	135,684,955.68	699,270,908.70	649,673,021.21
230	Individual Est. Inc.:	1,886,221.37	2,014,558.39	72,072,091.73	64,711,856.78
231	Corporation Income:	3,285,057.63	2,604,095.48	35,516,429.25	15,531,358.67
232	Corporation Est. Inc.:	5,343,139.04	3,502,920.83	92,676,158.93	77,669,622.10
233	Liquor Tax \$1.00/.50 Per Gallon:	28,311.26	28,661.54	137,083.90	118,703.93
234		.00	.00	.00	.00
235	Dog Racing:	94,299.68	119,973.51	632,633.63	643,968.13
236	Horse Racing:	89,264.27	119,442.20	818,775.39	858,343.71
237	ABC Fines:	31,000.00	30,850.00	148,350.00	158,800.00
238	ABC Transcripts:	204.80	53.20	1,354.00	366.40
239		.00	.00	.00	.00
240	Sunday Sales Permits:	530.00	950.00	7,965.00	12,445.00
241	DWI Reinstatement Act #802/95:	16,715.00	16,552.50	90,577.00	95,619.00
242		.00	.00	.00	.00
243		.00	.00	.00	.00
244		.00	.00	.00	.00
245		.00	.00	.00	.00
246		.00	.00	.00	.00
247	Vending Machine Act #928/1997:	2,472.60	4,950.40	760,513.00	723,885.40
248		.00	.00	.00	.00

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General Revenues

	<u>Nov 2005</u>	<u>Nov 2004</u>	<u>5 Months 2005</u>	<u>5 Months 2004</u>
249 DUI Reinstatement Act #863/93:	1,404.00	2,127.00	6,666.00	9,975.00
Total General Revenues	\$ 334,488,719.48	\$ 314,021,100.53	\$ 1,897,346,989.99	\$ 1,730,776,558.72

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Trust Revenues	Nov 2005	Nov 2004	5 Months 2005	5 Months 2004
301	.00	.00	.00	.00
302 Ad Volorem Trust:	433,250.33	74,571.40	4,290,451.88	4,286,550.35
303 Local Sales/Use Trust:	68,771,327.32	64,490,429.25	341,835,777.40	332,620,365.45
304 Craft Train Trust Fund Act #474/99:	58,592.45	42,880.32	297,593.93	241,967.79
305 Organ Donor Plate	600.00	425.00	3,950.00	2,655.00
306 Baby Sharon Trust Act 279/03	.00	.00	.00	5.00
307 MILITARY FAMILY RELIEF TRUST 1028/05	.00	.00	.00	.00
308 Tourism Development-Adjustment	931,095.38	.00	5,056,005.64	.00
309 Public Transit-Adjustment	295,653.71	.00	1,515,760.24	.00
310	.00	.00	.00	.00
311 Petro Environ Assurance Fee:	577,472.62	116,200.08	2,286,120.59	1,870,664.93
312	.00	.00	.00	.00
313 U.S. Olympic Comm. Act #471/93:	.00	.00	.00	.00
314 Soft Drink Tax Act #1073/93:	3,456,876.45	5,415,928.46	19,582,274.10	20,842,763.24
315 Disaster Relief Trust Act #1181/97:	.00	.00	85.00	5.00
316 ID Pen LC Sales/Use Act #928/97:	618.15	1,237.60	190,128.25	180,971.35
Total Trust Revenues	\$ 74,525,486.41	\$ 70,141,672.11	\$ 375,058,147.03	\$ 360,045,948.11
Sum Total Of All Revenue	\$519,705,987.42	\$ 458,926,177.85	\$ 2,848,995,230.45	\$ 2,609,694,334.57

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<u>Pull Out Revenue</u>		<u>Nov 2005</u>	<u>Nov 2004</u>	<u>5 Months 2005</u>	<u>5 Months 2004</u>
401	Title	82,152.00	80,304.50	487,746.58	484,424.50
402	Lien:	25,927.00	29,168.50	168,250.00	169,873.50
403	Postal:	42,853.68	44,984.80	260,617.13	261,640.19
404	ADFA	246,325.50	257,859.00	1,553,560.50	1,552,513.50
405	Transfers:	1,115.00	1,150.00	6,704.00	6,807.00
406	Lost/:	5,723.00	11,861.00	30,318.25	35,287.00
407	Driver License:	430,909.84	442,208.97	2,433,829.11	2,641,817.47
408	Oil & :	14,662.23	11,262.75	65,982.15	66,377.39
409	CDL #241	52,296.04	45,796.06	292,366.72	278,728.05
410	Search:	11.25	10.00	335.69	120.00
411	Court Reinstatement < 4/02/03	64,837.50	54,560.00	363,886.26	353,438.75
412	IRP Ref:	.00	.00	1,888.00	1,350.00
413	Plate of U of A Act 999/01	10,400.00	10,850.00	64,350.00	60,325.00
414	Plate ASU Act 999/01	625.00	750.00	5,275.00	5,125.00
415	Plate UALR Act 999/01	175.00	200.00	975.00	925.00
416	Plate UCA Act 999/01	450.00	425.00	2,450.00	2,200.00
417	Committed to Education 529/01	5,600.00	5,550.00	49,010.00	46,200.00
418	SAU College	300.00	300.00	2,500.00	2,275.00
419	AR Ducks Unlimited	7,850.00	6,650.00	41,650.00	37,300.00
420	U of A AGRI Plate	450.00	300.00	2,425.00	1,975.00
421	AR Cattlemens Plate	575.00	250.00	2,750.00	2,125.00
422	Boy Scout Plate	300.00	325.00	1,800.00	1,325.00
423	Henderson State University	200.00	175.00	1,550.00	1,175.00
424	UAPB	4,025.00	2,725.00	23,175.00	19,100.00

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<u>Pull Out Revenue</u>	<u>Nov 2005</u>	<u>Nov 2004</u>	<u>5 Months 2005</u>	<u>5 Months 2004</u>
425 Miscellaneous Refund Correction	.00	.00	.00	.00
426 Ouachita Baptist University	225.00	.00	1,850.00	.00
427 Ar State Golf Assoc. 1574/05	.00	.00	.00	.00
428 Right to Life 2202/05	3,725.00	.00	21,250.00	.00
429 AR Realtors Plate	.00	.00	.00	.00
430 Ar Fallen Firefighters Memorial Board 1577/05	545.00	.00	2,330.00	.00
431 Emergency Medical Technician Plate	.00	.00	.00	.00
432 ABC Application Fees	16,020.00	.00	93,910.00	.00
433 IRP-ROA Cnty Rev Money	9,814.50	.00	44,475.23	.00
434 IRP Registration Fees	571,091.74	.00	2,717,758.56	.00
435 99 DFA Hot Checks	20,761.41	.00	105,609.60	.00
436	.00	.00	.00	.00
Total Pull Out	\$ 1,619,945.69	\$ 1,007,665.58	\$ 8,850,577.78	\$ 6,032,427.35

Mail Cost Center 383201

First Class

FROM: STATE OF ARKANSAS
Department of Finance & Administration
Office of the Director
Economic Analysis & Tax Research
P.O. Box 3278
Little Rock, AR 72203

TO: